UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress ¹

[Date approved: December 16, 2005]²

Bill No. and sponsor: H.R. 2890 (Mr. Steve Chabot of Ohio).
Proponent name, location: Sun Chemical Corp., Cincinnati, OH.
Other bills on product (109th Congress only): None.
Nature of bill: Temporary duty suspension through December 31, 2008.
Retroactive effect: None.
Suggested article description(s) for enactment (including appropriate HTS subheading(s)):
1,8-Naphthalimide (1 <i>H</i> -Benz[de]isoquinoline-1,3(2 <i>H</i>)-dione) (CAS No. 81-83-4) (provided for in subheading 2925.19.42).
Check one: Same as that in bill as introduced. Different from that in bill as introduced (see Technical comments section).
Product information, including uses/applications and source(s) of imports:

1,8-Naphthalimide is a synthetic organic chemical used in the production of certain red and violet pigments. The pigments are colorings for automotive paints, carpet fibers, and plastics. Sun Chemicals

imports the product from China.

Industry analyst preparing report: Philip Stone (202-205-3424); Tariff Affairs contact: David Michels (202-205-3440).

² Access to an electronic copy of this memorandum is available at http://usitc.gov/tata/hts/other/rel_doc/bill_reports/index.htm.

Estimated effect on customs revenue:

HTS subheading: <u>2925.19.42</u>							
	2005	2006	2007	2008	2009		
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%		
Estimated value <i>dutiable</i> imports	\$350,000	\$350,000	\$350,000	\$350,000	\$350,000		
Customs revenue loss	\$22,750	\$22,750	\$22,750	\$22,750	\$22,750		

Source of estimated dutiable import data: Industry estimates.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	US production of same or competitive product claimed?	Submission attached?	Opposition noted?	
		(Yes/No)			
Sun Chemical Corp. (Proponent) Ray Irwin, 513-681-5950 ext. 256	10/11/2005	No	No	No	
BASF Functional Polymers Bus. Group Joseph C. Breunig, Fax: 704-587-7903	10/18/2005	No	No	No	
Bayer Corporation Karen Niedermeyer, Fax: 412-777-4740	10/18/2005	No	No	No	
Ciba Specialty Chemicals John Deming, Fax: 302-479-5152	10/18/2005	No	No	No	
ColorChem Steve Printz, Fax: 770-993-4780	10/18/2005	No	No	No	
Color Resources International Inc. Wayne Jones, Fax: 864-862-6824	10/18/2005	No	No	No	
CPMA Larry Robinson, Fax: 703-684-1795	10/18/2005	No	No	No	
Day-Glo Richard Thornton, Fax: 216-391-1408	10/18/2005	No	No	No	

DyStar L.P. Van Hawkins, Fax: 704-561-3005	10/18/2005	No	No	No
Eastman Chemical Co. Greg Riddle, Fax: 703-524-7707	10/24/2005	No	No	No
ETAD North America Tucker Helms, Fax: 202-296-8120	10/18/2005	No	No	No
Everlight USA, Inc. Scott Chen, Fax: 704-588-0051	10/18/2005	No	No	No
Fanwood Chemical Jim DeLisi, Fax: 908-322-8494	10/18/2005	No	No	No
LANXESS Corporation Jamie B. Schaeffer, Fax: 412-809-3614 Seth Tomei, Fax: 412-809-3614	10/18/2005	No	No	No
Milliken Ray Sanders, Fax: 864-503-1618	10/18/2005	No	No	No
Nation Ford Chemical Co. John Dickson, Fax: 803-548-2683	10/18/2005	No	No	No
Noveon Tom Dirmyer, Fax: 216-447-5720	10/18/2005	No	No	No
Passaic Color John Wojciechowski, Fax: 973-279-3175	10/18/2005	No	No	No
Rohm & Haas Steven Volger, Fax: 215-592-2550	10/18/2005	No	No	No
United Color Tom Nowakowski, Fax: 215-860-8560	10/18/2005	No	No	No

Technical comments:³

The Commission suggests that the article description on page 1 of this report be used in the proposed new heading in order to provide the more common chemical name along with the CAS name in parentheses.

The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

109TH CONGRESS 1ST SESSION

H. R. 2890

To suspend temporarily the duty on 1,8 Naphthalamide.

IN THE HOUSE OF REPRESENTATIVES

June 14, 2005

Mr. Chabot introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To suspend temporarily the duty on 1,8 Naphthalamide.

1	Be it enacted by the Senate and House of Representa-
2	tives of the United States of America in Congress assembled,
3	SECTION 1. 1,8 NAPHTHALAMIDE.
4	(a) In General.—Subchapter II of chapter 99 of

6 amended by inserting in numerical sequence the following

the Harmonized Tariff Schedule of the United States is

7 new heading:

"	9902.11.02	1H Benz(de) isoquinoline 1,3 (2H) Dione (CAS No.					
		81–83–4) (provided for in subheading 2925.19.42)	Free	No change	No change	On or before 12/31/2008	,,

8 (b) Effective Date.—The amendment made by

9 subsection (a) applies to goods entered, or withdrawn from

- 1 warehouse for consumption, on or after the 15th day after
- 2 the date of the enactment of this Act.

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